

To: The Honorable Mayor and City Council

From: Maxine Calloway, Esq., A.I.C.P., Director of Community Planning & Development

Date: March 27, 2012

RE: A RESOLUTION OF THE MAYOR AND CITY COUNCIL OF THE CITY OF NORTH MIAMI, FLORIDA, APPROVING A SUBSTANTIAL AMENDMENT TO THE CITY'S 2010 ACTION PLAN AS AMENDED TO INCORPORATE AN ADDITIONAL TARGET AREA FOR THE NEIGHBORHOOD STABILIZATION PROGRAM THREE (NSP3) FUNDED BY THE DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (HUD) UNDER THE DODD-FRANK ACT OF 2010; AND PROVIDING FOR AN EFFECTIVE DATE AND ALL OTHER PURPOSES.

RECOMMENDATION

Staff recommends approval of the proposed Resolution approving a Substantial Amendment to the 2010 Action Plan to establish a new Target area for Neighborhood Stabilization Program Three (NSP3).

BACKGROUND

The Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 provided an additional \$1 billion for the Neighborhood Stabilization Program (NSP) that was originally established under the Housing and Economic Recovery Act of 2008. NSP3 funding is awarded to mitigate the negative impact of the nation's economic decline and housing market collapse and to stabilize and revitalize communities/areas hit the hardest by foreclosure.

The City of North Miami was awarded One Million One Hundred and Seventy-Three Thousand, Three Hundred and Seventy-Four Dollars (\$1,173,374.00) under Resolution #R2011-20. The City submitted a Substantial Amendment in 2011 to the Consolidated Plan and 2010 Action Plan providing for the proposed uses of funding allocation within an established Target Area as defined by HUD's NSP3 Mapping Tool (the "Plan"). The Plan allocates funds to activities that benefit low, moderate and middle income (LMM) individuals and families whose income do not exceed 120% AMI (Area Median Income) and 25% of the

funds are allocated to activities that house low income individuals and families whose incomes do not exceed 50% AMI.

The established Target Area (Area 1) as defined in the 2010 amended Action Plan proved to be too limited in size and restricted the City's ability to timely expend its funds to areas of greatest need. As such, on January 24th, 2012, the City Council approved Resolution R-2012-9 establishing "Target Area 2" which contains the nine (9) unit rental property purchased by the City.

In keeping with the City's approved Action Plan and budget to acquire a total of fifteen units, the City is interested in 1310 and 1324 NE 127th Street in North Miami. Both properties have six (6) units each with a total of twelve (12) units between the two. Both properties are contained within the proposed Target "Area 3" boundaries. Staff is having discussions with Little Haiti Housing to partner on the purchase to acquire one of the buildings.

The City published the Substantial Amendment and Target Area 3 Map in the City's designated News Paper for a comment period of fifteen (15) days which ends March 30th, 2012 .

Attachments

- 1) Proposed Resolution
- 2) NSP3 – Proposed Target Area #3

RESOLUTION NO. _____

**A RESOLUTION OF THE MAYOR AND CITY COUNCIL
OF THE CITY OF NORTH MIAMI, FLORIDA,
APPROVING A SUBSTANTIAL AMENDMENT TO THE
CITY'S 2010 ACTION PLAN AS AMENDED, TO
INCORPORATE AN ADDITIONAL TARGET AREA
(TARGET AREA #3) FOR THE NEIGHBORHOOD
STABILIZATION PROGRAM THREE (NSP3) FUNDED BY
THE DEPARTMENT OF HOUSING AND URBAN
DEVELOPMENT (HUD) UNDER THE DODD-FRANK ACT
OF 2010; PROVIDING FOR AN EFFECTIVE DATE AND
ALL OTHER PURPOSES.**

WHEREAS, the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 provided an additional One Billion Dollars (\$1,000,000,000.00) for the Neighborhood Stabilization Program ("NSP") that was originally established under the Housing and Economic Recovery Act of 2008; and

WHEREAS, the Neighborhood Stabilization Program Three ("NSP3") funding was awarded to mitigate the negative impact of the nation's economic decline and housing market collapse and to stabilize and revitalize the hardest hit communities and areas; and

WHEREAS, the City of North Miami was awarded One Million One Hundred Seventy-Three Thousand Three Hundred Seventy-Four Dollars (\$1,173,374.00); and

WHEREAS, the City of North Miami under Resolution R-2011-20 submitted a Substantial Amendment to the Consolidated Plan and 2010 Action Plan providing for the proposed uses of funding allocation within an established Target Area as defined by HUD's NSP3 Mapping Tool ("Plan"); and

WHEREAS, the Plan allocates funds to activities that benefit low, moderate, and middle income ("LMM") individuals and families whose income do not exceed one hundred twenty (120) percent of the area median income and twenty five (25) percent of the funds are allocated to activities that house low income individuals and families whose income do not exceed fifty (50) percent of the area median income; and

WHEREAS, the established Target Area (Area 1) currently defined in the 2010 amended Action Plan is too limited and restricts the City's ability to timely expend its funds to areas of greatest need; and

WHEREAS, on January 24, 2012, the Mayor and Council further amended the 2010 Action plan to establish a second Target Area (Area 2) under Resolution R-2012-9; and

WHEREAS, the proposed Target Area (Area 3) meets all the requirements of HUD's NSP3 Mapping Tool, in that it is an area of "greatest need" with an Index Score of twenty (20); and

WHEREAS, the City has published the Substantial Amendment and Target Area 3 Map in the City's designated newspaper for a comment period of fifteen (15) days beginning March 15, 2012 and ending March 30, 2012.

NOW THEREFORE, BE IT DULY RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF NORTH MIAMI, FLORIDA:

Section 1. **Approval of Amendments.** The Mayor and City Council of the City of North Miami, Florida, hereby approve the amendment to the 2010 Action Plan to incorporate and/or expand the Target Area to include the proposed Target Area (Target Area #3) as hereto attached as "Exhibit A".

Section 2. **Authorization to the City Manager.** The City Manager is hereby authorized to publish in accordance with HUD's requirements and transmit said amendment attached hereto as "Exhibit A" to the Department of Housing and Urban Development (HUD).

Section 3. **Effective Date.** This Resolution shall become effective after the 15 day comment period which ends on March 30, 2012.

PASSED AND ADOPTED by a _____ vote of the Mayor and City Council of the City of North Miami, Florida, this _____ day of March, 2012.

ANDRE D. PIERRE, ESQ.
MAYOR

ATTEST:

MICHAEL A. ETIENNE, ESQ.
CITY CLERK

APPROVED AS TO FORM AND
LEGAL SUFFICIENCY:

REGINE M. MONESTIME
CITY ATTORNEY

SPONSORED BY: CITY ADMINISTRATION

Moved by: _____

Seconded by: _____

Vote:

Mayor Andre D. Pierre, Esq.	_____ (Yes)	_____ (No)
Vice Mayor Jean R. Marcellus	_____ (Yes)	_____ (No)
Councilperson Michael R. Blynn	_____ (Yes)	_____ (No)
Councilperson Scott Galvin	_____ (Yes)	_____ (No)
Councilperson Marie Erlande Steril	_____ (Yes)	_____ (No)



NEIGHBORHOOD STABILIZATION PROGRAM – NSP(3)
AMENDMENT TO 2010 ACTION PLAN
March 14, 2012

The City of North Miami is an entitlement recipient of federal funds from the U.S. Department of Housing and Urban Development (HUD) under the Community Development Block Grant (CDBG) Program. For Program Year 2010 the City of North Miami was awarded supplemental Neighborhood Stabilization Program (NSP3) funds in the amount of \$1,173,374.00 to facilitate the purchase and rehabilitation of foreclosed and abandoned properties that might otherwise become sources of abandonment and blight within the community. The City amended the 2010 Action Plan to incorporate this NSP3 funding and eligible strategies. The City is amending the 2010 Action Plan to add a Target Area (3) to the existing Target Area (1) which was submitted with the 2010 Action Plan and Target Area (2) which was submitted by Amendment to the 2010 Action Plan in January 2012.

Target Area Locations

The existing Target Area (1) has proved to be too limited and restricts the City's ability to spend the NSP3 funds in the areas of greatest need. Target Area (1) is bordered by the NE 12th Avenue to the East, NE 6th Avenue to the West, NE 135th Street to the South and NE 143rd Street to the North.

The proposed Target Area (3) is bordered by NE 127th St to the North, NE 13th Ave to the West, NE 125th St to the South, NE 13th Place and NE 14th Ave to the East. A map of the proposed Target Area (3) is below.

TARGET AREA #3

